

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:2615

ANSWERED ON:17.03.2006

STRUCTURAL ADJUSTMENT LOAN FROM WORLD BANK

Reddy Shri Karunakara G.

Will the Minister of FINANCE be pleased to state:

(a) whether the State Government of Karnataka has submitted a proposal regarding structural adjustment loan from World Bank through Union Government;

(b) if so, the details thereof; and

(c) the action Government propose to take in this regard?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a) & (b): Yes Sir. The Government of Karnataka had submitted a proposal on 05-09-2002 to the Union Government for Structural Adjustment Loan (SAL) of US \$ 250 million from the World Bank.

(c): On acceptance of the recommendations of the 12th Finance Commission, the Ministry of Finance issued revised guidelines on 24-10-2005 to States asking them to furnish fresh proposals as per the revised guidelines. The Government of Karnataka has not submitted any fresh proposal as per these revised guidelines.